

# Behavioral Health Integration Overview

February 2016

# Why is the System Changing?

- State Healthier Washington Plan
  - Ensure Health Care Focuses on the Whole Person
- State Legislation: ESSB 6312
  - Integrating mental health and substance use disorder treatment by April 2016
  - Integrating physical and behavioral health care by January 2020

## **Integrating MH and SUD Services**

- Integrated purchasing of mental health and substance abuse treatment services through a single managed care contract by April 1, 2016
- Behavioral Health Organizations (BHO) will replace Regional Support Networks (RSN) and County Chemical Dependency Coordinators.
- BHO at full risk for MH and SUD inpatient and outpatient services.

### What is a BHO?

- A local entity responsible for providing substance use disorder treatment and mental health services to Medicaid enrollees
- BHOs will make sure there are enough providers in the region
- BHOs will authorize and pay for services for Medicaid enrollees who meet medical necessity criteria
- In King County, the King County Behavioral Health and Recovery Division will be the BHO.

# Key Components of BHO Implementation

IT/Data Systems Provider Readiness

Finance

Benefit/Care Model Design BBA/Managed Care SUD Residential Treatment

BHO Advisory Board Client Engagement Provider Engagement

# **IT/Data Systems**

- What will be new?
  - All MH and SUD client data will run through KCBHO
  - ECLS capabilities for care coordination across MH and SUD (with proper ROI)
  - State TARGET system will go away



### **Provider Readiness**

- 40 direct contracted providers (numerous subcontractors) + expansion after April 1
  - 8 do MH only
  - 13 do SUD only
  - 19 do both
- KCBHO providing training and TA for data infrastructure & submission; BBA/Managed Care regulations; finance & budgeting in a case rate environment; etc.

# **New Types of Benefits**

- What will be new?
  - MH Benefit Structure will stay the same
  - Two SUD outpatient levels of care
    - Blended OP/IOP
    - Recovery Support Services
  - SUD payment will move to a case rate for outpatient services
  - Opiate Treatment
  - SUD Residential Treatment

# **Finance Update**



- BHOs received their final capitated rates from the state in January 2016
- BHOs will receive a combined (MH and SUD) rate for all Medicaid eligible in King County beginning April 1, 2016
- Current rates will likely be insufficient to provide the level of care individuals need at a rate that supports the financial health and stability of our provider network

# Principles of rate setting

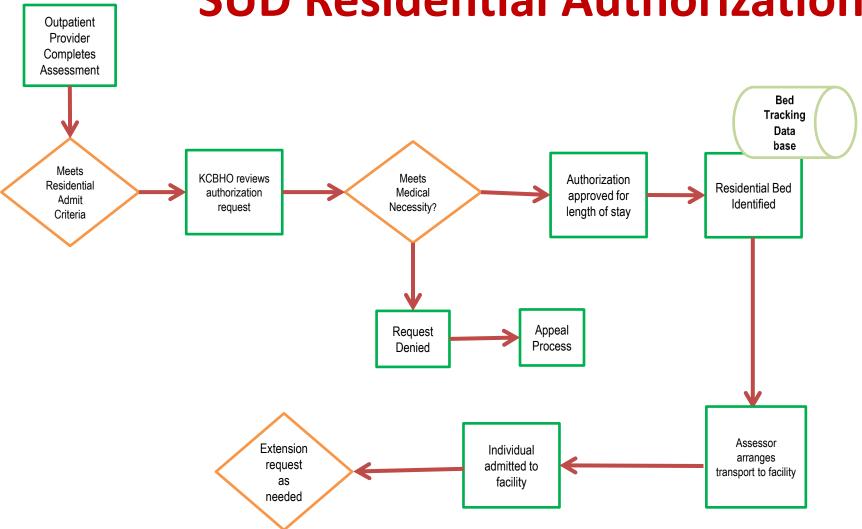
- Engage a consultant/actuary to assist with rate development
- Be transparent with providers by working together via a financial workgroup
- Do not pull from mental health funding (and subsequently decrease mental health rates) to augment substance use treatment
- Move SUD from fee-for-service payment structure to case rates
- Increase rates to providers to at least the cost of doing business
- Focus on 2016 and the transition. Lots of adjustments will need to be made throughout the year

### **SUD Residential Treatment**

#### What will be new?

- Network Development
  - Developing contracts with local/King County facilities (6 facilities total)
  - Inter-BHO Agreements and out of region facilities
     (39 facilities total)
- Client transition process
- Authorization for treatment process

#### **SUD Residential Authorization**



#### What will be different for stakeholders?

- Help clients access either MH or SUD treatment from any one of the 40+ direct contracted providers or subcontractors
- Preauthorization from KCBHO required for SUD Residential Treatment
- KCBHO manages both MH and SUD services now
- SUD only agencies will have added managed care requirements

## What does this mean for clients?

- Progress toward whole person care
- Increased access to co-occurring disorder treatment
- Improved health and social outcomes
- Better experience



## What will be different for clients?

- Right now signing a lot of extra forms to transition care
- Generally, clients should not notice much difference
- Preauthorization required for SUD Residential Treatment

# Who do I call if I have questions?

- If a person is currently in mental health or substance use services, please talk with their provider
- Contact King County BHO Client Services at 1-800-790-8049; TDD: 206-205-0569
- Call the King County Ombuds office at 206-477-0630

# **Questions?**



#### Want More Information?

#### **Contact Susan McLaughlin**

Health and Human Services Integration Manager

susan.mclaughlin@kingcounty.gov

(206) 263 - 8955

#### **Learn More:**

www.kingcounty.gov/healthservices/MHSA/BehavioralHealthIntegration

#### State resources:

www.hca.wa.gov/hw

<u>www.dshs.wa.gov/bhsia/division-behavioral-health-and-recovery/developing-behavioral-health-organizations</u>